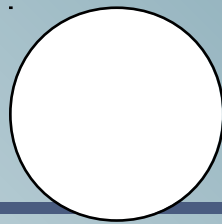




SINGLE STOCK FUND



Assessment of Non-Army Managed Items in the SSF

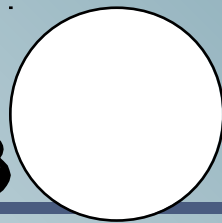
Executive Steering Committee

14 May 99



- Introduction -

ASA(FM&C) Item
of Special Interest



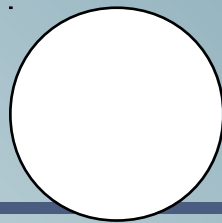
- **Purpose:** *To obtain approval from the ESC to exclude from the Single Stock Fund Specific Retail Logistic Systems which support NAMI, and discuss implementing actions*
- **Background:** Several forums have identified this as a critical issue, including:
 - **Response:** Comprehensive NAMI assessment, IT focused. Evaluated the architecture of existing retail logistic systems and their correlation to the SSF goals
- **Assessment Goals:**
 - Identify scope of NAMI inclusion required for an 'efficient' SSF
 - Remove those retail logistic systems from the SSF used primarily for direct vendor purchases
 - Do not adversely impact customers
- **Strategy:** Review each system individually; coordinate with functional proponents and key players on recommended course of action.

- Army Clothing Initial Issue Point System (ACIIPS)
- Army Food Management System (AFMIS)
- Fuels Automated Systems (FAS)
- Integrated Facilities System (IFS)
- Theater Army Medical Management Information System (TAMMIS)

- Dec 98 SSF GOWG
- Jan 99 SSF Baselining Workshop
- Feb 99 Financial Conversion Workshop
- Mar 99 SSF GOWG



- Briefing Outline -



- Assumptions
- Inventory Overview
- Assessing “Non-SARSS” NAMI vs SARSS NAMI
- Follow-on actions and timeline

**Previous
Coordination**

System Functional Proponents

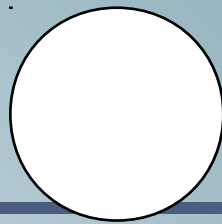
- ✓ ACIIPS, TRADOC, ACS Base Support (12 Mar)
- ✓ AFMIS, HQDA ODCSLOG TRETs (15 Mar)
- ✓ FAS, HQDA ODCSLOG TRETs & DLA (19 Mar)
- ✓ IFS, COE Logistics & HQDA ACSIM Rep (17 Mar)
- ✓ TAMMIS, DCSLOG for the Surgeon General (22 Mar)

Other Key Players

- ✓ DA ADCSLOG, AMC ADCSLOG, NBO (19 Mar)
- ✓ Army Budget Office (24 Mar)
- ✓ HQDA ODCSLOG DALO-SM (25 Mar)
- ✓ AMC DCSRM (26 Mar)



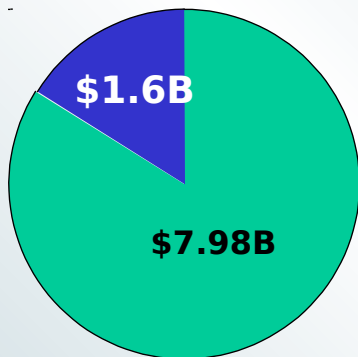
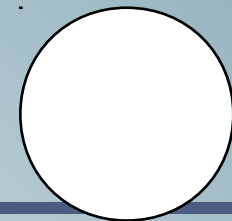
- Assumptions -



- **A NAMI oversight activity will be established for the SSF Demonstration**
- **War Reserve currently in the AWCF-SMA would remain**
- **ASA(FM&C) supports direct funding of other Service-managed material when it is primarily direct vendor support delivery**
- **ASA(FM&C) will issue required policy changes by end of May 99**
- **DALO will support move of inventory from AWCF to direct appropriation if an efficiency is demonstrated**
- **System proponents are responsible for the cost of software changes required to implement SSF for their systems**

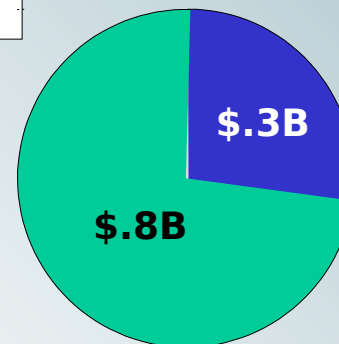
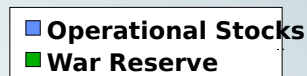


- Inventory (1998) -



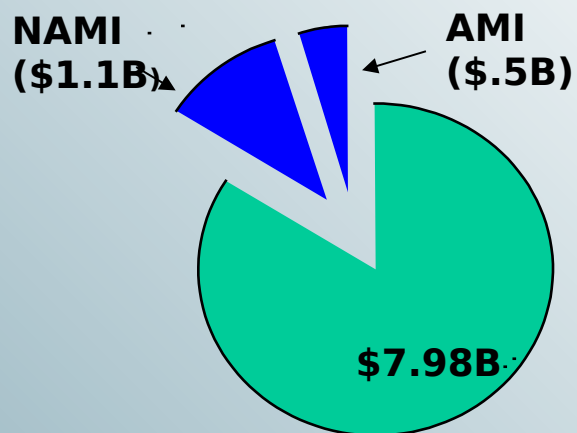
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Includes War Reserve

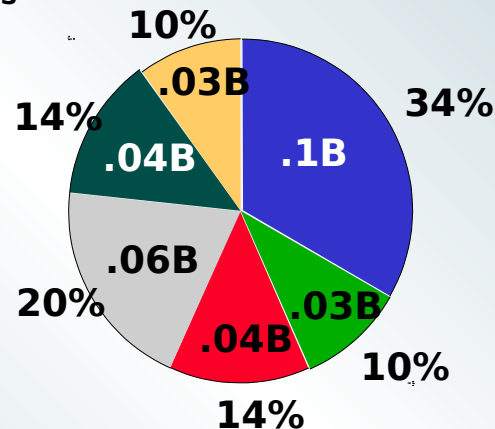
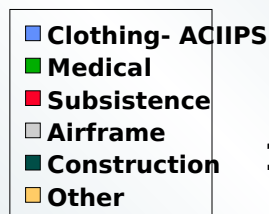


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NAMI Inventory



Breakout of Retail Stock Fund Inventory

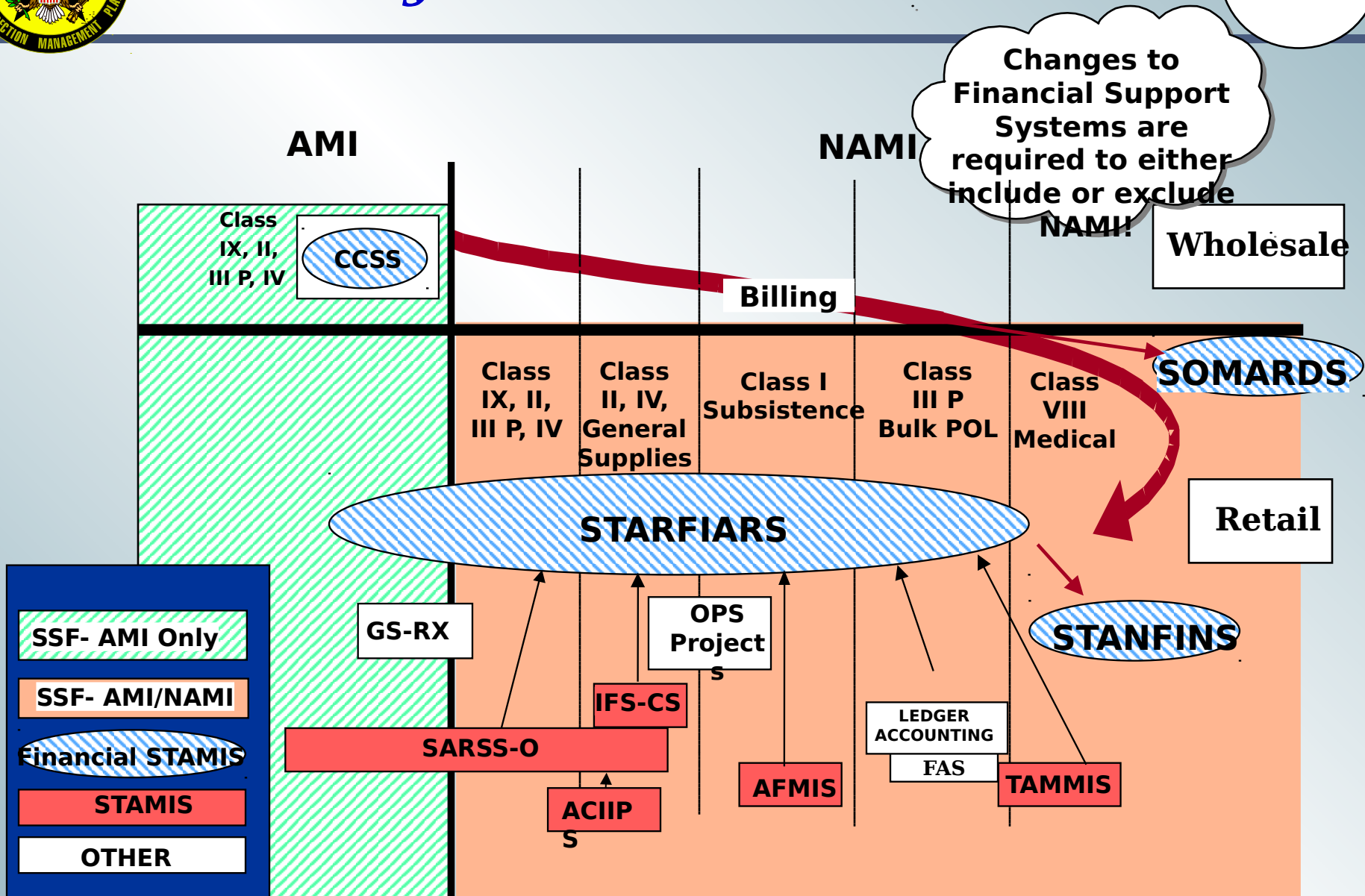


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Composition of NAMI Operational Stocks
SUPPORTING SOLDIERS

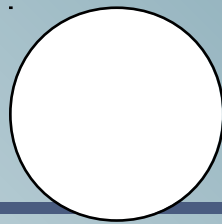


- Systems Overview -





- *Non SARSS vs SARSS Supported NAMI* -



- **Considerations:**

- Non-SARSS Systems:

- Commodity specific standard systems
 - Volume of Non NSN items
 - Interface with AWCF-SMA for consumer accounting and billing of direct vendor purchases
 - High Inventory Turn-Over Rates
 - Primarily DLA & GSA purchases

Efforts on-going to resolve non-concurrence issues (IFS & TAMMIS)

- SARSS:

- No changes permitted
 - Does not differentiate between AMI and NAMI (inventory is co-mingled)
 - Provides one stop shopping for tactical customers
 - Excluding SARSS supported NAMI from AWCF requires a separate supply mechanism at the installation

- **Recommendation:**

- Exclude Non-SARSS systems & fund purchases with consumer funds
 - Include SARSS supported NAMI in the SSF

- **Functional Proponent Positions:**

- Concurrence: ACIIPS, AFMIS & FAS

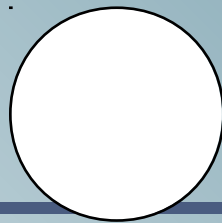
- Non-Concurrence: IFS, TAMMIS

**GOWG Voted to
Exclude "NON
SARSS" Supported
NAMI**

SUPPORTING SOLDIERS



- *Non-SARSS Systems Baseline* -



Basis for Recommendation to **Exclude**

ACIIPS

TRADOC Unique system. DLA is Source of Supply. Negotiations on-going to transfer ownership of ACIIP stocks to DLA
Inventory 25-25M; Sales 130M; Ratio 1:9

AFMIS

AWCF by-pass authority approved contingent on fielding of FS2000. Functional Proponent has DFAS agreement for continued STARFIARS support. Primarily Direct Vendor supported.
Inventory 42M; Sales 368M; Ratio 1:9

FAS

OSD directed DLA to capitalize and centrally manage (1991). Central management contingent on system design fixes. Target completion 2001+

IFS

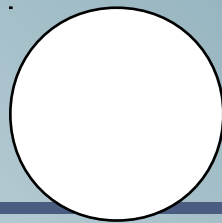
Mixed Funding Bag. 90% of IFS supply buys are credit card or local purchase. Primarily non-standard, off the shelf items. System has direct link to STANFINS capability

TAMMIS

MEDCOM unique system. DLA is SoS. 85% of purchases - Non NSN items. System has direct link to STANFINS capability
Inventory 30-35M; Sales 512M; Ratio 1:9



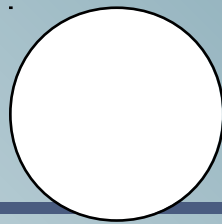
- *Non-SARSS Systems Baseline* -



	Enablers	Status
ACIIPS	DLA Agreement to Assume Ownership	DLA informally agreed to assume ownership. Details on-going. Exclusion should be in place for Demo
AFMIS	<ul style="list-style-type: none">• Accelerate fielding of Upgraded System• Support use of STARFIARS-MOD until direct link to STANFINS is available	Agreement with DFAS for STARFIARS MOD support in place. Funding required to expedite fielding
FAS	DLA capitalize bulk fuel IAW OSD direction	DLA has delayed capitalization pending system fixes required for direct billing customers.
IFS	COE & ACSIM concurrence to exclude	PMO-SSF efforts to schedule follow-up meeting unsuccessful. To date no concurrence
TAMMIS	OTSG and MEDCOM concurrence to exclude Activate/Refine link to STANFINS	Efforts to date have produced no agreements



- *Conclusion* -

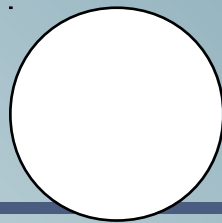


Recommendation: The Executive Steering Committee concur with GOWG recommendation to exclude commodity specific retail logistics systems from the SSF

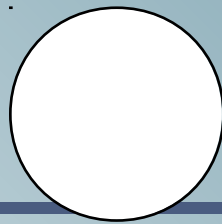
What we need from you: Assistance in pushing forward implementation actions.



- *What We Need From the ESC* -



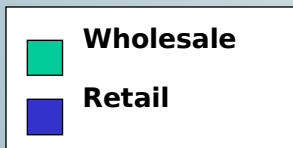
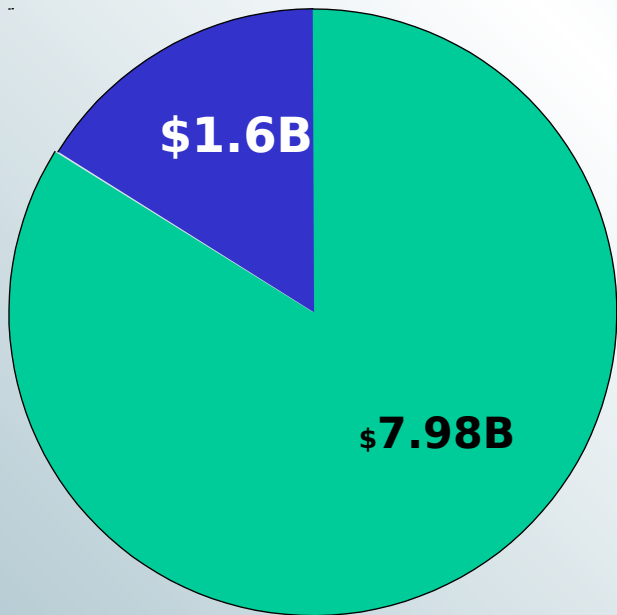
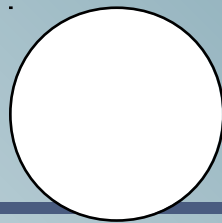
<u>Action</u>	<u>Organization</u>	<u>Target Date</u>
<ul style="list-style-type: none">• Issue statement formally excluding commodity specific retail logistic systems from the SSF	Joint DCSLOG (lead) ASA (FM&C) (assist)	May 99
<ul style="list-style-type: none">• Correspond with DLA to<ul style="list-style-type: none">- Formally request they assume ownership of ACIIPS inventory- Emphasize need to capitalize bulk fuel now	ASA (FM&C)	May 99
<ul style="list-style-type: none">• Direct accelerated fielding of AFMIS and support funding for fielding of FS2000 in FY00 (5.1M)	DCSLOG	Jun 99
<ul style="list-style-type: none">• Authorized the capitalization of stocks into the direct appropriations	ASA (FM&C)	Jun 99
<ul style="list-style-type: none">• Issue Policy Addressing<ul style="list-style-type: none">- Management of inventory excluded from AWCF [Est. Value <173M]- Management of local project stock	DCSLOG	Jun 99
<ul style="list-style-type: none">• Issue formal guidance to MACOMs on the revised installation support roles for supply and maintenance	Joint AMC (lead) DCSLOG (assist)	Jun 99



Back Up Slide

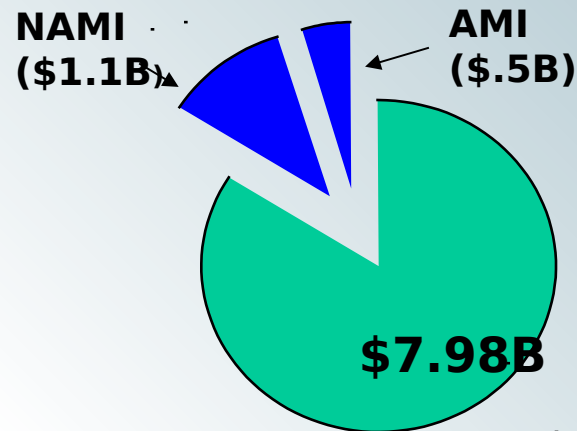


- Inventory (1998) -

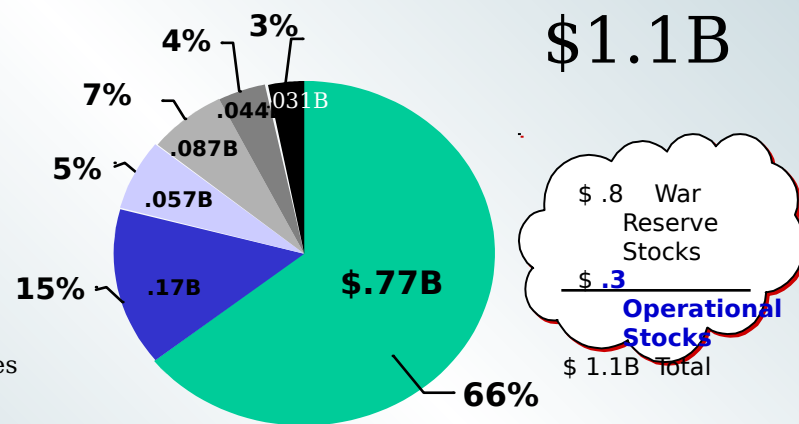


Total \$9.58 Billion

Includes War Reserve



Breakout of Retail Stock Fund Inventory

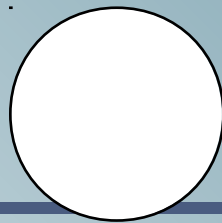


Breakout of NAMI Composition

SUPPORTING SOLDIERS



- *Other Issues* -



- AMC Fall back position to exclusion: To ensure we have sufficient obligation (OA) for execution year 01, the AWCF-SMA budget for FY01 should be built on the assumption that these systems will still be in the AWCF. AO would be provided for installations for these NAMI operations until exclusion is implemented. Funding of this OA would be with the MACOMs as it is today. If exclusion is approved, progress is made towards getting the “non-SARSS” systems out, then OA could be adjusted. An adjustment could be made during re-apportionment (FY00) or in execution.
- AMC has not been resourced to support the NAMI or NBO mission. Positioning is 18 from the 112 identified.